

**IN THE UNITED STATES BANKRUPTCY COURT
FOR THE DISTRICT OF DELAWARE**

In re:)	Chapter 11
)	
W. R. GRACE & CO., et al., ¹)	Case No. 01-01139 (JKF)
)	(Jointly Administered)
)	
Debtors.)	Objection Deadline: December 18, 2006 at 4:00 p.m. (prevailing eastern time)

**SUMMARY APPLICATION OF KIRKLAND & ELLIS LLP FOR COMPENSATION
FOR SERVICES AND REIMBURSEMENT OF EXPENSES AS BANKRUPTCY
COUNSEL TO W. R. GRACE & CO., ET AL., FOR THE MONTHLY INTERIM
PERIOD FROM OCTOBER 1, 2006, THROUGH OCTOBER 31, 2006**

Name of Applicant:	<u>Kirkland & Ellis LLP ("K&E")</u>
Authorized to Provide Professional Services to:	<u>W. R. Grace & Co., et al., Debtors and Debtors-in-Possession</u>
Date of Retention:	<u>Retention Order entered May 3, 2001, effective as of April 2, 2001</u>
Period for which compensation and reimbursement is sought:	<u>October 1, 2006, through October 31, 2006</u>
Amount of Compensation sought as actual, reasonable and necessary:	<u>\$1,732,139.00</u>
Amount of Expense Reimbursement sought as actual, reasonable and necessary:	<u>\$698,068.49</u>
This is a <u>X</u> monthly ___ interim ___ final application.	

¹ The Debtors consist of the following 62 entities: W. R. Grace & Co. (f/k/a Grace Specialty Chemicals, Inc.), W. R. Grace & Co.-Conn., A-1 Bit & Tool Co., Inc., Alewife Boston Ltd., Alewife Land Corporation, Amicon, Inc., CB Biomedical, Inc. (f/k/a Circe Biomedical, Inc.), CCHP, Inc., Coalgrace, Inc., Coalgrace II, Inc., Creative Food 'N Fun Company, Darex Puerto Rico, Inc., Del Taco Restaurants, Inc., Dewey and Almy, LLC (f/k/a Dewey and Almy Company), Ecarg, Inc., Five Alewife Boston Ltd., G C Limited Partners I, Inc. (f/k/a Grace Cocoa Limited Partners I, Inc.), G C Management, Inc. (f/k/a Grace Cocoa Management, Inc.), GEC Management Corporation, GN Holdings, Inc., GPC Thomasville Corp., Gloucester New Communities Company, Inc., Grace A-B Inc., Grace A-B II Inc., Grace Chemical Company of Cuba, Grace Culinary Systems, Inc., Grace Drilling Company, Grace Energy Corporation, Grace Environmental, Inc., Grace Europe, Inc., Grace H-G Inc., Grace H-G II Inc., Grace Hotel Services Corporation, Grace International Holdings, Inc. (f/k/a Dearborn International Holdings, Inc.), Grace Offshore Company, Grace PAR Corporation, Grace Petroleum Libya Incorporated, Grace Tarpon Investors, Inc., Grace Ventures Corp., Grace Washington, Inc., W. R. Grace Capital Corporation, W. R. Grace Land Corporation, Gracoal, Inc., Gracoal II, Inc., Guanica-Caribe Land Development Corporation, Hanover Square Corporation, Homco International, Inc., Kootenai Development Company, L B Realty, Inc., Litigation Management, Inc. (f/k/a GHSC Holding, Inc., Grace JVH, Inc., Asbestos Management, Inc.), Monolith Enterprises, Incorporated, Monroe Street, Inc., MRA Holdings Corp. (f/k/a Nestor-BNA Holdings Corporation), MRA Intermedco, Inc. (f/k/a Nestor-BNA, Inc.), MRA Staffing Systems, Inc. (f/k/a British Nursing Association, Inc.), Remedium Group, Inc. (f/k/a Environmental Liability Management, Inc.), E&C Liquidating Corp., Emerson & Cuming, Inc.), Southern Oil, Resin & Fiberglass, Inc., Water Street Corporation, Axial Basin Ranch Company, CC Partners (f/k/a Cross Country Staffing), Hayden-Gulch West Coal Company, H-G Coal Company.

The total time expended for the preparation of this application is approximately **35 hours**, and the corresponding estimated compensation *that will be requested in a future application* is approximately **\$10,000.00**.

This is K&E's monthly application for interim compensation of services for the interim fee period October 1, 2006 through October 31, 2006. The following applications have been filed previously in the Chapter 11 Cases:

Date Filed	Period Covered	Requested Fees	Requested Expenses	Approved Fees	Approved Expenses
May 29, 2001	4/2 – 4/30/01	\$626,079.00	\$32,439.84	Interim approval ²	Interim approval
June 29, 2001	5/1 – 5/31/01	\$567,151.00	\$77,487.86	Interim approval	Interim approval
July 31, 2001	6/1 – 6/30/01	\$560,569.50	\$45,466.13	Interim approval	Interim approval
July 31, 2001	April – June, 2001	\$1,753,799.50	\$155,393.83	\$1,753,799.50	\$155,393.83
August 28, 2001	7/1 – 7/31/01	\$476,582.50	\$25,312.13	Interim approval ²	Interim approval
September 28, 2001	8/1 – 8/31/01	\$472,334.50	\$29,022.59	Interim approval	Interim approval
October 30, 2001	9/1 – 9/30/01	\$443,617.50	\$27,147.47	Interim approval	Interim approval
November 7, 2001	July – September, 2001	\$1,392,534.50	\$81,482.19	\$1,392,534.50	\$81,482.19
December 11, 2001	10/1 – 10/31/01	\$493,074.00	\$27,724.54	Interim approval ²	Interim approval
December 29, 2001	11/1 – 11/30/01	\$524,980.00	\$29,678.21	Interim approval	Interim approval
January 31, 2002	12/1 – 12/31/01	\$405,278.50	\$27,276.95	Interim approval	Interim approval
February 7, 2002	October – December, 2001	\$1,423,332.50	\$84,679.70	\$1,419,127.00	\$84,679.70
March 4, 2002	1/1 – 1/31/02	\$439,056.00	\$32,279.54	Interim approval ³	Interim approval
March 27, 2002	2/1 – 2/28/02	\$412,304.00	\$18,475.64	Interim approval	Interim approval
May 2, 2002	3/1 – 3/31/02	\$430,342.50	\$51,759.20	Interim approval	Interim approval
June 10, 2002	January – March, 2002	\$1,281,702.50	\$102,514.38	\$1,281,702.50	\$101,656.38
June 10, 2002	4/1 – 4/30/02	\$410,702.50	\$25,286.05	Interim approval ⁴	Interim approval
July 2, 2002	5/1 – 5/31/02	\$335,280.50	\$25,556.83	Interim approval	Interim approval
August 8, 2002	6/1 – 6/30/02	\$243,127.00	\$16,326.36	Interim approval	Interim approval
September 3, 2002	April – June, 2002	\$989,110.00	\$67,169.24	\$981,666.50	\$67,169.24

² The fees and expenses requested in the April-June, 2001, July-September, 2001 and October-December, 2001, interim monthly Applications were approved on an interim basis pursuant to the order entered by this Court on November 29, 2002.

³ The fees and expenses requested in the January-March, 2002, interim monthly Applications were approved on an interim basis pursuant to the order entered by this Court on October 9, 2002.

⁴ The fees and expenses requested in the April-June, 2002, interim monthly Applications were approved on an interim basis pursuant to the order entered by this Court on November 29, 2002.

Date Filed	Period Covered	Requested Fees	Requested Expenses	Approved Fees	Approved Expenses
September 11, 2002	7/1 – 7/31/02	\$335,129.00	\$28,504.48	Interim approval ⁵	Interim approval
October 2, 2002	8/1 – 8/31/02	\$344,619.00	\$86,047.20	Interim approval	Interim approval
October 30, 2002	9/1 – 9/30-02	\$238,876.50	\$20,882.49	Interim approval	Interim approval
November 27, 2002	July – September, 2002	\$918,624.50	\$135,434.17	\$918,624.50	\$134,478.90
December 6, 2002	10/1 – 10/31/02	\$207,778.00	\$7,769.74	Interim approval ⁶	Interim approval
January 13, 2003	11/1 – 11/30/02	\$122,419.00	\$4,732.30	Interim approval	Interim approval
January 30, 2003	12/1 – 12/31/02	\$129,243.50	\$6,093.80	Interim approval	Interim approval
March 4, 2003	October – December, 2002	\$459,440.50	\$18,595.84	\$459,440.50	\$18,467.74
March 4, 2003	1/1 – 1/31/03	\$162,033.00	\$6,383.16	Interim approval ⁷	Interim approval
April 2, 2003	2/1 – 2/28/03	\$215,511.50	\$3,784.70	Interim approval	Interim approval
April 29, 2003	3/1 – 3/31/03	\$146,603.00	\$6,713.84	Interim approval	Interim approval
May 15, 2003	January – March, 2003	\$524,147.50	\$16,881.70	\$524,045.50	\$16,881.70
June 3, 2003	4/1 – 4/30/03	\$135,130.00	\$2,786.42	Interim approval ⁸	Interim approval
July 11, 2003	5/1 – 5/31/03	\$109,408.00	\$6,546.04	Interim approval	Interim approval
July 31, 2003	6/1 – 6/30/03	\$115,099.00	\$1,925.86	Interim approval	Interim approval
August 27, 2003	April – June, 2003	\$359,637.00	\$11,258.32	\$357,346.00	\$11,183.48
September 5, 2003	7/1 – 7/31/03	\$197,495.50	\$9,235.33	Interim approval ⁹	Interim approval
October 1, 2003	8/1 – 8/31/03	\$178,910.50	\$7,009.66	Interim approval	Interim approval
November 6, 2003	9/1 – 9/30/03	\$157,200.00	\$3,817.57	Interim approval	Interim approval
November 18, 2003	July – September, 2003	\$533,606.00	\$20,062.56	\$533,606.00	\$20,062.56
November 26, 2003	10/1 – 10/31/03	\$251,093.50	\$7,115.96	Interim approval ¹⁰	Interim approval
December 29, 2003	11/1 – 11/30/03	\$187,914.00	\$4,969.88	Interim approval	Interim approval
February 2, 2004	12/1 – 12/31/03	\$317,880.00	\$8,631.60	Interim approval	Interim approval
February 25, 2004	October – December, 2003	\$756,887.50	\$20,717.44	\$756,838.00	\$20,717.44
March 5, 2004	1/1 – 1/31/04	\$524,446.00	\$32,428.07	Interim approval ¹¹	Interim approval
April 2, 2004	2/1 – 2/29/04	\$274,589.50	\$10,852.51	Interim approval	Interim approval
May 3, 2004	3/1 – 3/31/04	\$337,945.00	\$13,159.10	Interim approval	Interim approval
May 17, 2004	January – March, 2004	\$1,136,980.50	\$56,439.68	\$1,134,755.00	\$56,439.68
June 1, 2004	4/1 – 4/30/04	\$280,547.50	\$10,895.93	Interim approval ¹²	Interim approval

⁵ The fees and expenses requested in the July-September, 2002, interim monthly Applications were approved on an interim basis pursuant to the order entered by this Court on March 14, 2003.

⁶ The fees and expenses requested in the October-December, 2002, interim monthly Applications were approved on an interim basis pursuant to the order entered by this Court on July 28, 2003.

⁷ The fees and expenses requested in the January-March, 2003, interim monthly Applications were approved on an interim basis pursuant to the order entered by this Court on September 22, 2003.

⁸ The fees and expenses requested in the April-June, 2003, interim monthly Applications were approved on an interim basis pursuant to the order entered by this Court on December 15, 2003.

⁹ The fees and expenses requested in the July-September, 2003, interim monthly Applications were approved on an interim basis pursuant to the order entered by this Court on April 26, 2004.

¹⁰ The fees and expenses requested in the October-December, 2003, interim monthly Applications were approved on an interim basis pursuant to the order entered by this Court on June 16, 2004.

¹¹ The fees and expenses requested in the January-March, 2004, interim monthly Applications were approved on an interim basis pursuant to the order entered by this Court on September 27, 2004.

¹² The fees and expenses requested in the April-June, 2004, interim monthly Applications were approved on an interim basis pursuant to the order entered by this Court on January 25, 2005.

Date Filed	Period Covered	Requested Fees	Requested Expenses	Approved Fees	Approved Expenses
July 1, 2004	5/1 – 5/31/04	\$213,906.00	\$9,502.49	Interim approval	Interim approval
September 2, 2004	6/1 – 6/30/04	\$430,246.50	\$15,235.72	Interim approval	Interim approval
October 6, 2004	April – June, 2004	\$924,700.00	\$35,634.14	\$918,960.50	\$35,557.55
September 17, 2004	7/1 – 7/31/04	\$599,563.50	\$27,869.76	Interim approval ¹³	Interim approval
October 7, 2004	8/1 – 8/31/04	\$793,285.00	\$45,729.42	Interim approval	Interim approval
November 3, 2004	9/1 – 9/30/04	\$913,771.00	\$32,811.19	Interim approval	Interim approval
November 17, 2004	July – September, 2004	\$2,306,619.50	\$106,410.37	\$2,298,879.00	\$105,176.56
December 7, 2004	10/1 – 10/31/04	\$842,268.50	\$38,703.13	Interim approval ¹⁴	Interim approval
January 7, 2004	11/1 – 11/30/04	\$581,027.00	\$35,469.12	Interim approval	Interim approval
February 1, 2005	12/1 – 12/31/04	\$863,104.50	\$38,461.17	Interim approval	Interim approval
February 14, 2005	October – December, 2004	\$2,286,400.00	\$112,633.42	\$2,279,008.50	\$110,200.64
March 18, 2005	1/1 – 1/31/05	\$1,214,802.50	\$65,721.17	Interim approval ¹⁵	Interim approval
April 15, 2005	2/1 – 2/28/05	\$717,562.00	\$46,304.21	Interim approval	Interim approval
May 19, 2005	3/1 – 3/31/05	\$916,504.00	\$50,822.73	Interim approval	Interim approval
June 15, 2005	January – March, 2005	\$2,848,868.50	\$162,848.11	\$2,833,566.00	\$162,482.21
June 7, 2005	4/1 – 4/30/05	\$862,337.00	\$32,392.41	Interim approval ¹⁶	Interim approval
June 29, 2005	5/1 – 5/31/05	\$852,424.50	\$52,685.55	Interim approval	Interim approval
August 5, 2005	6/1 – 6/30/05	\$1,181,036.00	\$58,504.79	Interim approval	Interim approval
August 8, 2005	April – June, 2005	\$2,895,797.50	\$143,582.75	\$2,894,660.00	\$143,530.87
September 9, 2005	7/1 – 7/31/05	\$1,740,148.50	\$155,036.60	Interim approval ¹⁷	Interim approval
September 28, 2005	8/1 – 8/31/05	\$1,451,595.50	\$95,151.93	Interim approval	Interim approval
October 28, 2005	9/1 – 9/30/05	\$1,471,412.50	\$128,814.69	Interim approval	Interim approval
October 28, 2005	July – September, 2005	\$4,663,156.50	\$379,003.22	\$4,655,239.50	\$378,588.48
November 28, 2005	10/1/05 – 10/31/05	\$1,602,349.50	\$111,318.89	Interim approval ¹⁸	Interim approval
December 28, 2005	11/1/05 – 11/30/05	\$1,743,406.00	\$182,798.39	Interim approval	Interim approval
January 25, 2006	12/1/05 – 12/31/05	\$1,638,659.50	\$161,888.24	Interim approval	Interim approval
February 14, 2006	October – December, 2005	\$4,984,415.00	\$456,005.52	\$4,978,349.00	\$453,367.08
February 28, 2006	1/1/06 – 1/31/06	\$1,667,688.00	\$176,100.89	Interim approval ¹⁹	Interim approval
March 28, 2006	2/1/06 – 2/28/06	\$1,669,067.50	\$395,113.02	Interim approval	Interim approval
April 28, 2006	3/1/06 – 3/31/06	\$1,615,330.00	\$685,462.58	Interim approval	Interim approval
May 15, 2006	January – March, 2006	\$4,952,085.50	\$1,256,676.49	\$4,942,401.50	\$1,256,429.49

¹³ The fees and expenses requested in the July-September, 2004, interim monthly Applications were approved on an interim basis pursuant to the order entered by this Court on March 22, 2005.

¹⁴ The fees and expenses requested in the October-December, 2004, interim monthly Applications were approved on an interim basis pursuant to the order entered by this Court on June 29, 2005.

¹⁵ The fees and expenses requested in the January-March, 2005, interim monthly Applications were approved on an interim basis pursuant to the order entered by this Court on September 26, 2005.

¹⁶ The fees and expenses requested in the April-June, 2005, interim monthly Applications were approved on an interim basis pursuant to the order entered by this Court on December 19, 2005.

¹⁷ The fees and expenses requested in the July-September, 2005, interim monthly Applications were approved on an interim basis pursuant to the order entered by this Court on March 24, 2006.

¹⁸ The fees and expenses requested in the October-December, 2005, interim monthly Applications were approved on an interim basis pursuant to the order entered by this Court on June 16, 2006.

¹⁹ The fees and expenses requested in the January-March, 2006, interim monthly Applications were approved on an interim basis pursuant to the order entered by this Court on September 25, 2006.

Date Filed	Period Covered	Requested Fees	Requested Expenses	Approved Fees	Approved Expenses
May 30, 2006	4/1/06 - 4/30/06	\$1,628,876.50	\$814,117.99	\$1,303,101.20	\$814,117.99
June 28, 2006	5/1/06 - 5/31/06	\$1,800,762.00	\$311,657.73	\$1,440,609.60	\$311,657.73
July 28, 2006	6/1/06 - 6/30/06	\$1,666,537.00	\$207,374.07	\$1,333,229.60	\$207,374.07
August 14, 2006	April - June, 2006	\$5,096,175.75	\$1,333,149.79	Pending	Pending
August 28, 2006	7/1/06 - 7/31/06	\$2,026,266.00	\$155,509.57	\$1,621,012.80	\$155,509.57
September 28, 2006	8/1/06 - 8/31/06	\$2,458,300.00	\$377,534.56	\$1,966,640.00	\$377,534.56
October 30, 2006	9/1/06 - 9/30/06	\$1,508,315.00	\$454,899.58	\$1,206,652.00	\$454,899.58
November 14, 2006	July - September, 2006	\$5,992,881.00	\$987,943.71	Pending	Pending

The K&E attorneys who rendered professional services in these cases during the Fee

Period are:

Name of Professional Person	Position with the Applicant and Year Admitted		Department	Hourly Billing Rate	Total Billed Hours	Total Compensation
Ellen T. Ahern	Partner	1992	Litigation	\$525.00	181.00	\$95,025.00
Janet S. Baer	Partner	1982	Restructuring	\$745.00	128.00	\$95,360.00
Amanda C. Basta	Associate	2002	Litigation	\$400.00	169.80	\$67,920.00
David M. Bernick, P.C.	Partner	1978	Litigation	\$845.00	50.20	\$42,419.00
Salvatore F. Bianca	Associate	2003 (grad 2001)	Restructuring	\$510.00	79.20	\$40,392.00
Samuel Blatnick	Associate	2002	Litigation	\$365.00	44.10	\$16,096.50
Deanna D. Boll	Partner	1998	Restructuring	\$545.00	65.80	\$35,861.00
Holly Bull	Of Counsel	1997	Restructuring	\$280.00	167.50	\$46,900.00
Christopher C. Chiou	Associate	2004	Litigation	\$315.00	16.40	\$5,166.00
Michael Dierkes	Associate	2001	Litigation	\$435.00	87.90	\$38,236.50
Lisa G. Esayian	Partner	1991	Litigation	\$545.00	92.10	\$50,194.50
Korin K. Ewing	Associate	2000	Litigation	\$455.00	14.10	\$6,415.50
Peter A. Farrell	Associate	Pending	Litigation	\$240.00	41.40	\$9,936.00
Theodore L. Freedman	Partner	1973	Restructuring	\$775.00	62.00	\$48,050.00
Jonathan Friedland	Partner	1994	Restructuring	\$635.00	8.90	\$5,651.50
James Golden	Associate	2005	Litigation	\$275.00	65.00	\$17,875.00
Mark E. Grummer	Partner	1976	Environment	\$645.00	15.60	\$10,062.00
Barbara M. Harding	Partner	1988	Litigation	\$515.00	293.20	\$150,998.00
Anna Isman	Associate	2004	Restructuring	\$445.00	75.10	\$33,419.50
William B. Jacobson	Partner	1994	Litigation	\$495.00	33.60	\$16,632.00
Raina A. Jones	Associate	Pending	Litigation	\$240.00	161.40	\$38,736.00
Natalie H. Keller	Partner	1997	Taxation	\$545.00	2.10	\$1,144.50
Elli Leibenstein	Partner	1992	Litigation	\$565.00	79.20	\$44,748.00
Tyler D. Mace	Associate	2003	Litigation	\$365.00	36.40	\$13,286.00
Dawn D. Marchant	Partner	1990	Litigation	\$515.00	9.90	\$5,098.50
Todd F. Maynes, P.C.	Partner	1988	Taxation	\$795.00	1.50	\$1,192.50
Scott A. McMillin	Partner	1996	Litigation	\$515.00	100.20	\$51,603.00
David E. Mendelson	Partner	1997	Litigation	\$455.00	144.80	\$65,884.00
Joy L. Monahan	Associate	1997	Restructuring	\$350.00	36.10	\$12,635.00
Jon C. Nuckles	Contract Attorney	1986	Restructuring	\$295.00	38.50	\$11,357.50
Andrew R. Running	Partner	1982	Litigation	\$595.00	48.10	\$28,619.50
Michael D. Shumsky	Associate	2004	Litigation	\$365.00	75.90	\$27,703.50
Lori Sinanyan	Partner	2000	Restructuring	\$545.00	38.90	\$21,200.50
Brian T. Stansbury	Associate	2002	Litigation	\$400.00	97.90	\$39,160.00

Name of Professional Person	Position with the Applicant and Year Admitted		Department	Hourly Billing Rate	Total Billed Hours	Total Compensation
Henry A. Thompson, II	Associate	2006	Litigation	\$240.00	218.60	\$52,464.00
Laurence A. Urgenson	Partner	1975	Litigation	\$745.00	18.60	\$13,857.00
Evan C. Zoldan	Associate	2002	Litigation	\$365.00	51.90	\$18,943.50
Totals for Attorneys					2,850.90	\$1,280,243.00

The paraprofessionals of K&E who rendered professional services in these cases during the Fee Period are:

Name of Paraprofessional Person	Position with the Applicant and Number of Years as a Paraprofessional		Department	Hourly Billing Rate	Total Billed Hours	Total Compensation
April Albrecht	Technology Services	5 Years	Litigation	\$160.00	16.90	\$2,704.00
Belinda Beecham-Harris	Case Assistant	26 Years	Litigation	\$115.00	37.10	\$4,266.50
Blair Bertram	Project Assistant	3 Months	Litigation	\$135.00	27.80	\$3,753.00
Deborah L. Bibbs	Legal Assistant	26 Years 8 Months	Litigation	\$165.00	127.30	\$21,004.50
Courtney Biggins	Project Assistant	1 Year	Litigation	\$145.00	30.10	\$4,364.50
David M. Boutrous	Case Assistant	5 Months	Litigation	\$135.00	173.80	\$23,463.00
Kimberly Davenport	Case Assistant	9 Years	Litigation	\$135.00	94.80	\$12,798.00
Caroline V. Dolan	Case Assistant	6 Months	Litigation	\$135.00	62.00	\$8,370.00
Timothy J. Fitzsimmons	Legal Assistant	1 Year	Litigation	\$190.00	156.50	\$29,735.00
Nora J. Frazier	Case Assistant	19 Years	Intellectual Property	\$115.00	147.00	\$16,905.00
Marvin R. Gibbons, Jr.	Technology Services	21 Years	Litigation	\$210.00	14.00	\$2,940.00
Britton R. Giroux	Case Assistant	5 Months	Litigation	\$135.00	181.10	\$24,448.50
Sheila D. Givens	Case Assistant	27 Years	Litigation	\$125.00	25.50	\$3,187.50
Michael Hensler	Project Assistant	1 Year	Litigation	\$145.00	37.00	\$5,365.00
Sylvia Igbinovia	Case Assistant	18 Years	Litigation	\$115.00	33.00	\$3,795.00
Jennifer McCarthy	Legal Assistant	3 Years	Litigation	\$165.00	35.40	\$5,841.00
Maureen McCarthy	Legal Assistant	4 Years	Restructuring	\$185.00	13.70	\$2,534.50
Laura E. Mellis	Legal Assistant	2 Years	International Trade	\$175.00	186.20	\$32,585.00
Byambasuren Narantuya	Case Assistant	5 Months	Litigation	\$135.00	44.00	\$5,940.00
Maria Negron	Case Assistant	6 Years	Litigation	\$115.00	129.00	\$14,835.00
Lolita Nurse	Case Assistant	17 Years	Litigation	\$115.00	43.80	\$5,037.00
Bridgett Ofosu	Case Assistant	19 Years	Litigation	\$135.00	106.80	\$14,418.00
Alicja M. Patela	Case Assistant	4 Months	Litigation	\$135.00	166.80	\$22,518.00
Bianca Portillo	Project Assistant	4 Months	Restructuring	\$140.00	165.00	\$23,100.00
Stephanie A. Rein	Case Assistant	1 Year	Litigation	\$135.00	173.60	\$23,436.00
Robert B. Rittenhouse	Legal Assistant	1 Year	Litigation	\$165.00	59.50	\$9,817.50
Daniel T. Rooney	Legal Assistant	13 Years	Litigation	\$215.00	153.80	\$33,067.00
Michael A. Rosenberg	Legal Assistant	1 Year	Litigation	\$165.00	155.00	\$25,575.00

Name of Paraprofessional Person	Position with the Applicant and Number of Years as a Paraprofessional		Department	Hourly Billing Rate	Total Billed Hours	Total Compensation
Karla Sanchez	Project Assistant	5 Months	Litigation	\$135.00	158.50	\$21,397.50
Maxwell Shaffer	Project Assistant	1 Year	Litigation	\$145.00	160.60	\$23,287.00
Katrina M Simek	Project Assistant	2 Years	Litigation	\$155.00	57.60	\$8,928.00
Terrell D. Stansbury	Legal Assistant	3 Years	Litigation	\$180.00	22.00	\$3,960.00
Gary M. Vogt	Legal Assistant	19 Years	Restructuring	\$240.00	35.50	\$8,520.00
Totals for Paraprofessionals					3,030.70	\$451,896.00

Grand Total for Fees: **\$1,732,139.00**Blended Rate: **\$294.50**

Compensation by Matter

Matter Number	Matter Description	Total Billed Hours	Total Fees Requested
19	Claims Analysis Objection and Resolution (Non-Asbestos)	162.60	\$63,365.00
20	Case Administration	211.00	\$52,348.00
21	Claims Analysis Objection and Resolution (Asbestos)	4,534.30	\$1,222,689.50
23	Business Operations	46.70	\$28,199.50
28	Litigation and Litigation Consulting	31.00	\$21,806.00
30	Hearings	68.50	\$30,571.50
31	Asset Disposition	2.80	\$899.00
32	Fee Applications, Applicant	78.50	\$20,432.50
35	Fee Applications Others	8.70	\$2,459.00
37	Plan and Disclosure Statement	197.30	\$114,405.00
38	Employment Applications, Others	12.00	\$3,467.50
42	Travel non-working	37.10	\$20,189.50
46	Tax Litigation	3.60	\$2,337.00
54	Employment Applications, Applicant	19.40	\$5,910.00
57	Montana Grand Jury Investigation	457.30	\$139,268.00
58	Criminal Travel Matter, No Third Parties	10.80	\$3,792.00
Totals for Matters		5,881.60	\$1,732,139.00

Expense Summary

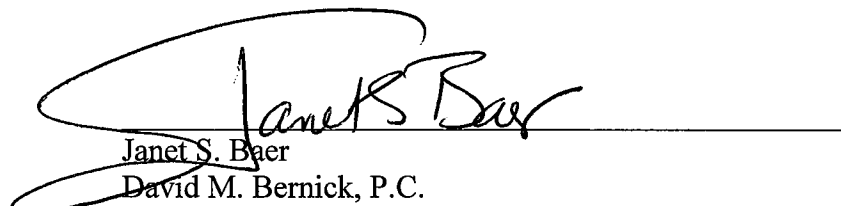
Service Description	Amount
Telephone	\$9,618.12
Fax Charge	\$322.50
Standard Copies or Prints	\$29,672.30
Binding	\$26.60
Tabs/Indexes/Dividers	\$111.70
Color Copies or Prints	\$1,824.00
Bates Labels/Print & Affix	\$2.40
Scanned Images	\$2,303.70
CD-ROM Duplicates	\$693.00
CD-ROM Master	\$141.00
Postage	\$26.24
Overnight Delivery	\$5,525.61
Outside Messenger Services	\$506.29
Local Transportation	\$175.00
Travel Expense	\$5,415.83
Airfare	\$15,491.39
Transportation to/from airport	\$3,886.78
Travel Meals	\$1,083.42
Car Rental	\$567.06
Other Travel Expenses	\$174.47
Filing Fees	\$735.00
Calendar/Court Services	\$25.00
Foreign Local Counsel	(\$7,981.08)
Expert Fees	\$26,325.00
Professional Fees	\$504,878.88
Trial Office Expenses	\$21,536.00
Outside Computer Services	\$6,999.56
Outside Video Services	\$1,522.80
Outside Copy/Binding Services	\$36,267.16
Working Meals/K&E Only	\$253.10
Working Meals/K&E and Others	\$1,039.55
Information Broker Doc/Svcs	\$1,128.73
Library Document Procurement	\$1,633.62
Computer Database Research	\$25,710.42
Overtime Transportation	\$316.27
Overtime Meals	\$156.00
Overtime Meals - Attorney	\$247.36
Secretarial Overtime	\$953.05
Miscellaneous Office Expenses	\$124.42
Cash Credits	(\$1,369.76)
Total	\$698,068.49

WHEREFORE, K&E respectfully requests (a) that an allowance be made to it, as fully described above for the (i) 80% of the amount of **\$1,732,139.00** for reasonable and necessary professional services K&E has rendered to the Debtors during the Fee Period (**\$1,385,711.20**) and (ii) 100% of the reimbursement of actual and necessary costs and expenses incurred by K&E during the Fee Period (**\$698,068.49**); (b) that both fees and expenses are payable as administrative expenses of the Debtors' estates; and (c) that this Court grant such further relief as is equitable and just.

Wilmington, Delaware
Dated: November 28, 2006

Respectfully submitted,

KIRKLAND & ELLIS LLP



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